COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF NORTH HOPKINS WATER DISTRICT		CASE NO. 2001-004
ORDER		

On January 8, 2001, North Hopkins Water District ("North Hopkins") applied for approval to adjust its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. North Hopkins purchases its water from the city of Madisonville, Kentucky ("Madisonville").
- 2. Madisonville increased its wholesale water rate to \$1.58 from \$1.56 per thousand gallons.
- 3. During the 12 months ending December 2000, North Hopkins purchased 68,183,000 gallons of water from Madisonville and sold 62,225,770 gallons.
- 4. The increase in the cost of purchased water is \$1,363.66, resulting in a purchased water adjustment of 2 cents per 1,000 gallons of water. Based on a monthly usage of 5,000 gallons, the average residential bill of a North Hopkins customer would increase \$0.10, from \$43.20 to \$43.30, or 0.23 percent.
- 5. North Hopkins' calculations and proposed tariff are correct and should be approved.

6. The purchased water adjustment of 2 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just, and

reasonable and should be approved.

IT IS THEREFORE ORDERED that:

1. The purchased water adjustment of 2 cents per 1,000 gallons and the

rates in Appendix A are approved for bills issued on and after February 1, 2001.

2. North Hopkins' proposed tariff is hereby accepted as filed.

3. North Hopkins shall notify its customers of the approved rate adjustment

no later than the rendering of the first bill at the increased rate.

4. Within 30 days from the date of this Order, North Hopkins shall file with

the Commission a copy of the notice to its customers of the revised rates along with

verification that such notice has been given.

Done at Frankfort, Kentucky, this 2nd day of February, 2001.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2001-004 DATED FEBRUARY 2, 2001

The following rates and charges are prescribed for the customers in the area served by North Hopkins Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

MONTHLY RATES

5/8 Inch Mete	<u>er</u>					
First	2,000	Gallons	\$18.62	Minimum Bill		
Next	2,000	Gallons	9.01	Per 1,000 Gallons		
Next	3,000	Gallons	6.66	Per 1,000 Gallons		
Next	3,000	Gallons	5.51	Per 1,000 Gallons		
Over	10,000	Gallons	3.71	Per 1,000 Gallons		
3/4 Inch Meter						
First	3,000	Gallons	\$27.63	Minimum Bill		
Next	1,000	Gallons	9.01	Per 1,000 Gallons		
Next	3,000	Gallons	6.66	Per 1,000 Gallons		
Next	3,000	Gallons	5.51	Per 1,000 Gallons		
Over	10,000	Gallons	3.71	Per 1,000 Gallons		
1 Inch Meter						
First	5,000	Gallons	\$43.30	Minimum Bill		
Next	2,000	Gallons	6.66	Per 1,000 Gallons		
Next	3,000	Gallons	5.51	Per 1,000 Gallons		
Over	10,000	Gallons	3.71	Per 1,000 Gallons		
1 1/2 Inch Meter						
First	10,000	Gallons	\$73.15	Minimum Bill		
Over	10,000	Gallons	3.71	Per 1,000 Gallons		
2 Inch Meter						
First	15,000	Gallons	\$91.70	Minimum Bill		
Over	15,000	Gallons	3.71	Per 1,000 Gallons		